118TH CONGRESS 1ST SESSION

# H.R. 159

## AN ACT

To implement merit-based reforms to the civil service hiring system that replace degree-based hiring with skills- and competency-based hiring, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- ${\it 2\ tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled},$

### 1 SECTION 1. SHORT TITLE.

- 2 This Act may be cited as the "Chance to Compete
- 3 Act of 2023".
- 4 SEC. 2. DEFINITIONS.
- 5 (a) Terms Defined in Section 3304 of Title 5,
- 6 United States Code.—In this Act, the terms "agency",
- 7 "Director", "examining agency", "Office", "subject mat-
- 8 ter expert", and "technical assessment" have the mean-
- 9 ings given those terms in subsection (c)(1) of section 3304
- 10 of title 5, United States Code, as added by section 3(a).
- 11 (b) OTHER TERMS.—In this Act, the term "competi-
- 12 tive service" has the meaning given the term in section
- 13 2102 of title 5, United States Code.
- 14 SEC. 3. DEFINING THE TERM "EXAMINATION" FOR PUR-
- 15 POSES OF HIRING IN THE COMPETITIVE
- 16 SERVICE.
- 17 (a) Examinations; Technical Assessments.—
- 18 (1) IN GENERAL.—Section 3304 of title 5,
- 19 United States Code, is amended—
- 20 (A) by redesignating subsections (c)
- 21 through (f) as subsections (d) through (g), re-
- spectively; and
- (B) by inserting after subsection (b) the
- following:
- 25 "(c) Examinations.—
- 26 "(1) Definitions.—

1	"(A) Examination.—
2	"(i) In this chapter, the term 'exam-
3	ination'—
4	"(I) means an opportunity to di-
5	rectly demonstrate knowledge, skills,
6	abilities, and competencies, through a
7	passing score assessment;
8	"(II) includes a résumé review
9	that is—
10	"(aa) conducted by a subject
11	matter expert; and
12	"(bb) based upon indicators
13	that—
14	"(AA) are derived from
15	a job analysis; and
16	"(BB) bear a rational
17	relationship to performance
18	in the position for which the
19	examining agency is hiring;
20	and
21	"(III) on and after the date that
22	is 2 years after the date of enactment
23	of the Chance to Compete Act of 2023
24	does not include a self-assessment
25	from an automated examination, a

1	résumé review (except as provided in
2	subclause (II)), or any other method
3	of determining the experience or level
4	of educational attainment of an indi-
5	vidual, alone.
6	"(ii)(I) An agency's Chief Human
7	Capital Officer may waive clause (i)(III)
8	when needed to enable the filling of a posi-
9	tion or class of positions.
10	"(II) Not later than 180 days after
11	the date of enactment of the Chance to
12	Compete Act of 2023, the Director shall
13	provide agencies guidance and instruction
14	on the data, evidence, and circumstances
15	that Chief Human Capital Officers of
16	agencies should consider in determining
17	whether to grant a waiver under subclause
18	(I).
19	"(III)(aa) An agency shall post any
20	waiver granted under subclause (I) on a
21	public website within 30 days of the grant-
22	ing of the waiver.
23	"(bb) A waiver shall not be considered
24	in effect until it is posted on the public
25	website pursuant to item (aa).

1 "(IV)(aa) Each agency shall submit to
2 the Director on a semiannual basis a re3 port summarizing the number of waivers
4 granted by the Chief Human Capital Offi5 cer of the agency under subclause (I) dur6 ing the preceding 6-month period and the
7 reasons therefor.
8 "(bb) The Director shall submit annually to the Committee on Homeland Secu-

ally to the Committee on Homeland Security and Governmental Affairs of the Senate and the Committee on Oversight and Accountability of the House of Representatives a report summarizing the number of waivers granted by the Chief Human Capital Officers of all agencies under subclause (I) during the preceding year and the reasons therefor provided by the agencies.

"(V) Not more than 10 percent of an agency's positions filled through competitive hiring procedures during a fiscal year may be filled under the authority of a waiver granted under clause (I), and an agency shall obtain the Director's approval to fill more than 5 percent of such positions under such authority.

1	"(B) OTHER DEFINITIONS.—In this sub-
2	section—
3	"(i) the term 'agency' means an agen-
4	cy described in section 901(b) of title 31;
5	"(ii) the term 'Director' means the
6	Director of the Office;
7	"(iii) the term 'examining agency'
8	means—
9	"(I) the Office; or
10	"(II) an agency to which the Di-
11	rector has delegated examining au-
12	thority under section $1104(a)(2)$ of
13	this title;
14	"(iv) the term 'passing score assess-
15	ment' means an assessment that an indi-
16	vidual can pass or fail;
17	"(v) the term 'subject matter expert'
18	means an employee or selecting official—
19	"(I) who possesses understanding
20	of the duties of, and knowledge, skills,
21	and abilities required for, the position
22	for which the employee or selecting of-
23	ficial is developing or administering
24	an assessment; and

1	"(II) whom the agency that em-
2	ploys the employee or selecting official
3	designates to assist in the develop-
4	ment and administration of technical
5	assessments under paragraph (2); and
6	"(vi) the term 'technical assessment'
7	means an assessment developed under
8	paragraph (2)(A)(i) that—
9	"(I) allows for the demonstration
10	of job-related technical skills, abilities,
11	and knowledge;
12	"(II)(aa) is based upon a job
13	analysis; and
14	"(bb) is relevant to the posi-
15	tion for which the assessment is
16	developed; and
17	"(III) may include—
18	"(aa) a structured interview;
19	"(bb) a work-related exer-
20	cise;
21	"(cc) a custom or generic
22	procedure used to measure an in-
23	dividual's employment or career-
24	related qualifications and inter-
25	ests; or

1	"(dd) another assessment
2	that meets the criteria under
3	subclauses (I) and (II).
4	"(2) Technical assessments.—
5	"(A) In General.—For the purpose of
6	conducting an examination for a position in the
7	competitive service, an individual or individuals
8	whom an agency determines to have an exper-
9	tise in the subject and job field of the position,
10	as affirmed and audited by the Chief Human
11	Capital Officer or Human Resources Director
12	(as applicable) of that agency, may—
13	"(i) develop, in partnership with
14	human resources employees of the exam-
15	ining agency, a position-specific assessment
16	that is relevant to the position; and
17	"(ii) administer the assessment devel-
18	oped under clause (i) to—
19	"(I) determine whether an appli-
20	cant for the position has a passing
21	score to be qualified for the position;
22	or
23	"(II) rank applicants for the po-
24	sition for category rating purposes
25	under section 3319.

1	"(B) Sharing and customization of
2	ASSESSMENTS.—
3	"(i) Sharing.—An examining agency
4	may share a technical assessment with an-
5	other examining agency if each agency
6	maintains appropriate control over exam-
7	ination material.
8	"(ii) Customization.—An examining
9	agency with which a technical assessment
10	is shared under clause (i) may customize
11	the assessment as appropriate, provided
12	that the resulting assessment satisfies the
13	requirements under part 300 of title 5,
14	Code of Federal Regulations (or any suc-
15	cessor regulation).
16	"(iii) Platform for sharing and
17	CUSTOMIZATION.—
18	"(I) IN GENERAL.—The Director
19	shall establish and operate an online
20	platform on which examining agencies
21	can share and customize technical as-
22	sessments under this subparagraph.
23	"(II) ONLINE PLATFORM.—The
24	Director shall ensure that the online
25	platform described in subclause (I) in-

- cludes the ability of its users to rate
  the utility of the content and technical
  assessments shared in the online platform to allow for a ranking of such
  contents.
  - "(3) REGULATIONS.—Not later than one year after the date of enactment of the Chance to Compete Act of 2023, the Office of Personnel Management shall prescribe regulations necessary for the administration of this subsection with respect to employees in each agency.".
    - (2) ALTERNATIVE RANKING AND SELECTION PROCEDURES.—Section 3319(a) of title 5, United States Code, is amended by adding at the end the following: "To be placed in a quality category under the preceding sentence, an applicant shall be required to have passed an examination in accordance with section 3304(b).".
  - (3) TECHNICAL AND CONFORMING AMEND-MENT.—Section 3330a(a)(1)(B) of title 5, United States Code, is amended by striking "section 3304(f)(1)" and inserting "section 3304(g)(1)".
- 23 (b) Implementation of Passing Score Assess-24 ment Requirement.—

- 1 (1) IN GENERAL.—Not later than 2 years after
  2 the date of enactment of this Act, the Director and
  3 the head of any other examining agency shall elimi4 nate the use of any examination for the competitive
  5 service that does not satisfy the definition of the
  6 term "examination" in subsection (c)(1)(A) of sec7 tion 3304 of title 5, United States Code (as amend8 ed by subsection (a)(1)(B)).
  - (2) Report required.—One year following the date of enactment of this Act, the Director shall submit to the Committee on Oversight and Accountability of the House of Representatives and the Committee on Homeland Security and Governmental Affairs of the Senate a report examining agencies' progress in implementing the requirement specified in paragraph (1), identifying any significant difficulties encountered in such implementation.

### (c) OPM Reporting.—

### (1) Public online tool.—

(A) IN GENERAL.—The Director of the Office of Personnel Management shall maintain and periodically update a publicly available online tool that, with respect to each position in the competitive service for which an examining

1	agency examined applicants during the applica-
2	ble period, includes—
3	(i) the type of assessment used, such
4	as—
5	(I) a behavioral off-the-shelf as-
6	sessment;
7	(II) a résumé review conducted
8	by a subject matter expert;
9	(III) an interview conducted by a
10	subject matter expert;
11	(IV) a technical off-the-shelf as-
12	sessment; or
13	(V) a cognitive ability test;
14	(ii) whether or not the agency selected
15	a candidate for the position; and
16	(iii) the hiring authority used to fill
17	the position.
18	(B) Timing.—
19	(i) Initial data.—Not later than
20	180 days after the date of enactment of
21	this Act, the Director shall update the on-
22	line tool described in subparagraph (A)
23	with data for positions in the competitive
24	service for which an examining agency ex-
25	amined applicants during the period begin-

ning on the date of enactment of this Act and ending on the date of submission of the report.

(ii) Subsequent updates.—Not later than October 1 of each fiscal year beginning after the date on which the online tool is initially updated under clause (i), the Director shall update the online tool described in subparagraph (A) with data for positions in the competitive service for which an examining agency examined applicants during the preceding fiscal year.

### (2) Annual progress report.—

(A) In General.—Each year, the Director, in accordance with subparagraphs (B) and (C), shall make publicly available and submit to Congress an overall progress report that includes summary data from examinations that are closed, audited, and anonymous on the use of examinations (as defined in subsection (c)(1)(A) of section 3304 of title 5, United States Code, as added by subsection (a) of this section) for the competitive service, including technical assessments.

1	(B) Categories; baseline data.—In
2	carrying out subparagraph (A), the Director
3	shall—
4	(i) break the data down by applicant
5	demographic indicator, including veteran
6	status, race, gender, disability, and any
7	other measure the Director determines ap-
8	propriate; and
9	(ii) use the data available as of Octo-
10	ber 1, 2020, as a baseline.
11	(C) Limitations.—In carrying out sub-
12	paragraph (A), the Director may only make
13	publicly available and submit to Congress data
14	relating to examinations for which—
15	(i) the related announcement is
16	closed;
17	(ii) certificates have been audited; and
18	(iii) all hiring processes are com-
19	pleted.
20	(d) GAO REPORT.—Not later than 5 years after the
21	date of enactment of this Act, the Comptroller General
22	of the United States shall submit to Congress a report
23	that—
24	(1) assesses the implementation of this section
25	and the amendments made by this section;

1	(2) assesses the impact and modifications to the
2	hiring process for the competitive service made by
3	this section and the amendments made by this sec-
4	tion; and
5	(3) makes recommendations for the improve-
6	ment of the hiring process for the competitive serv-
7	ice.
8	SEC. 4. AMENDMENTS TO COMPETITIVE SERVICE ACT OF
9	2015.
10	(a) Platforms for Sharing Certificates of
11	ELIGIBLES.—
12	(1) In general.—Section 3318(b) of title 5,
13	United States Code, is amended—
14	(A) in paragraph (1), by striking "240-
15	day" and inserting "1-year";
16	(B) by redesignating paragraph (5) as
17	paragraph (6); and
18	(C) by inserting after paragraph (4) the
19	following:
20	"(5) Online tool for sharing résumés of
21	INDIVIDUALS ON CERTIFICATES OF ELIGIBLES.—Not
22	later than one year after the date of enactment of
23	the Chance to Compete Act of 2023, the Director of
24	the Office of Personnel Management shall establish
25	and operate an online tool on which an appointing

- 1 authority can share, with other appointing authori-2 ties and the Chief Human Capital Officers Council 3 established under section 1303 of the Chief Human 4 Capital Officers Act of 2002 (5 U.S.C. 1401 note; Public Law 107–296), the resumes of individuals 5 6 who are on a certificate of eligibles requested by the 7 appointing authority. In carrying out this para-8 graph, the Director shall consult with the Chief 9 Human Capital Officers Counsel and its membership 10 to develop a plan to establish such online tool.".
  - (2) Plan.—Not later than 270 days after the date of enactment of this Act, the Director shall provide to Congress a plan to develop the online tool required in paragraph (5) of section 3318(b) of title 5, United States Code, as added by paragraph (1) of this subsection. Such plan shall—
    - (A) incorporate the input and feedback collected during the required consultation under such paragraph; and
- 20 (B) include estimated costs for building 21 and operating the online tool.
- 22 (b) Maximizing Sharing of Applicant Informa-23 Tion.—Section 2 of the Competitive Service Act of 2015 24 (Public Law 114–137; 130 Stat. 310) is amended—

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1	(1) by redesignating subsections (c) and (d) as
2	subsections (d) and (e), respectively; and
3	(2) by inserting after subsection (b) the fol-
4	lowing:
5	"(c) Exploring the Benefits of Maximizing
6	SHARING OF APPLICANT INFORMATION.—
7	"(1) Definitions.—In this subsection—
8	"(A) the terms 'agency', 'Director', and
9	'Office' have the meanings given those terms in
10	section 3304(c)(1) of title 5, United States
11	Code; and
12	"(B) the term 'competitive service' has the
13	meaning given the term in section 2102 of title
14	5, United States Code.
15	"(2) Maximizing sharing.—The Director
16	shall maximize the sharing of information among
17	agencies regarding qualified applicants for positions
18	in the competitive service, including by—
19	"(A) providing for the delegation to other
20	agencies of the authority of the Office to host
21	multi-agency hiring actions to increase the re-
22	turn on investment on high-quality pooled an-
23	nouncements; and
24	"(B) sharing certificates of eligibles and
25	accompanying résumés for appointment.".

### SEC. 5. MODERNIZING AND REFORMING THE ASSESSMENT

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)	AND HIDING OF PEDEDAL TOD CANDIDAMES
,	AND HIRING OF FEDERAL JOB CANDIDATES.
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- 3 (a) OPM REVIEW.—The Director shall conduct a re-
- 4 view of all examinations for hiring for a position that the
- 5 Office or any other examining agency has determined re-
- 6 quires a minimum educational requirement because the
- 7 nature of the duties of such position is of a scientific, tech-
- 8 nical, or professional position pursuant to section 3308 of
- 9 title 5, United States Code, to determine whether there
- 10 are data, evidence, or other information that justifies the
- 11 need for educational requirements for such position. The
- 12 Director shall consult with appropriate agencies, employee
- 13 representatives, external experts, and other stakeholders
- 14 when making any such determinations.
- 15 (b) Online Tool Regarding Position Duties.—
- 16 (1) IN GENERAL.—Not later than two years
- after the date of enactment of this Act, the Director
- shall create and maintain an online tool that lists
- each of the duties determined to require minimum
- educational requirements and the data, evidence, or
- other information that justifies the need for these
- 22 educational requirements. This online tool shall in-
- clude a mechanism to receive feedback regarding
- data, evidence, or information that could affect the
- determination that a duty requires a minimum edu-
- 26 cational requirement.

1	(2) HIRING PRACTICES.—Not later than one
2	year after the creation of the online tool under para-
3	graph (1), the Director and the head of any other
4	examining agency shall amend the hiring practices
5	of the Office or the other examining agency, respec-
6	tively, in accordance with the findings of the review
7	made by subsection (a).
8	(c) Online Tool Regarding Recruiting.—Upon
9	the date of enactment of this Act, the Director shall estab-
10	lish and maintain an online tool that provides Federal
11	agencies guidance on, and information about, all programs
12	and authorities that help agencies attract, recruit, hire,
13	and retain individuals.
14	SEC. 6. TALENT TEAMS.
15	(a) Federal Agency Talent Teams.—
16	(1) In general.—An agency may establish one
17	or more talent teams (referred to in this section as
18	"agency talent teams"), including at the component
19	level.
20	(2) Duties.—An agency talent team shall pro-
21	vide hiring support to the agency and other agencies,
22	including by—
23	(A) improving examinations (as defined in
24	subsection $(c)(1)(A)$ of section 3304 of title 5,
25	United States Code, as added by section 3(a));

1	(B) facilitating writing job announcements
2	for the competitive service;
3	(C) sharing high-quality certificates of eli-
4	gibles; and
5	(D) facilitating hiring for the competitive
6	service using examinations (as defined in such
7	subsection $(c)(1)(A)$ ) and subject matter ex-
8	perts.
9	(b) Office of Personnel Management.—The
10	Director may establish a Federal talent team to support
11	agency talent teams in facilitating pooled hiring actions
12	across the Federal Government, providing training, and
13	creating technology platforms to facilitate hiring for the
14	competitive service, including—
15	(1) the development of technical assessments;
16	and
17	(2) the sharing of certificates of eligibles and
18	accompanying résumés under sections 3318(b) and
19	3319(c) of title 5, United States Code.
20	SEC. 7. UPDATES TO SYSTEM OF RECORDS FOR HIRING AC-
21	TIONS IN THE CIVIL SERVICE.
22	(a) Update to Select System of Records.—Not
23	later than 180 days after the date of enactment of this
24	Act, and on a regular basis thereafter, the Director of the
25	Office of Management and Budget shall provide guidance

1	to all Federal departments and agencies to ensure appro-					
2	priate use of a system of records, including any govern-					
3	ment-wide systems of records, to meet the requirements					
4	of section 552a of title 5, United States Code (commonly					
5	known as the "Privacy Act"), in hiring actions in the civil					
6	service.					
7	(b) Government-wide Systems of Records at					
8	THE OFFICE.—					
9	(1) In general.—The Director of the Office of					
10	Personnel Management, in consultation with the Di-					
11	rector of the Office of Management and Budget,					
12	shall ensure that any system of records notice up-					
13	dates required pursuant to the guidance provided					
14	under subsection (a) account for any use of newer					
15	technologies that capture records (as defined in sec-					
16	tion 552a(a)(4) of title 5, United States Code) in					
17	video, audio, and video/audio combination formats					
18	and accommodate maintenance of such video, audio,					
19	and video/audio combination records.					
20	(2) Evaluation for potential updates or					
21	REVISIONS.—					
22	(A) IN GENERAL.—Not later than 1 year					
23	after the date of enactment of this Act the Di-					

rector of the Office of Personnel Management shall evaluate whether the government-wide

1	System of Records Notices (referred to in this
2	paragraph as "SORNs") "OPM/GOVT-5 Re-
3	cruiting, Examining, and Placement Records"
4	and "OPM/GOVT-6 Personnel Research and
5	Test Validation Records", or any successor ma-
6	terials thereto, require updating or revision to
7	implement the purposes of this Act.

- (B) ISSUANCE OF UPDATES OR REVISIONS; NOTICE TO CONGRESS.—If the Director, after the evaluation under subparagraph (A), finds that any updates or revisions to the SORNs identified in that subparagraph are necessary and appropriate to support implementation of this Act, the Director shall promptly—
  - (i) issue the updates or revisions; and
- 16 (ii) notify the Committee on Home-17 land Security and Governmental Affairs of 18 the Senate and the Committee on Over-19 sight and Accountability of the House of 20 Representatives.

Passed the House of Representatives January 24, 2023.

Attest:

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# 118TH CONGRESS H. R. 159

# AN ACT

To implement merit-based reforms to the civil service hiring system that replace degree-based hiring with skills- and competency-based hiring, and for other purposes.